## Introduced by Committee on Budget and Fiscal Review

January 27, 2003

An act relating to the state budget, making an appropriation therefor, and declaring the urgency thereof, to take effect immediately.

## LEGISLATIVE COUNSEL'S DIGEST

SB 11, as introduced, Committee on Budget and Fiscal Review. State budget.

Existing law requires certain periodic payments for long-term rentals (12 months or more), lease purchase financing, long-term leases, lease-to-own payments, vendor financing, and other financing and lease obligations.

This bill would appropriate the amounts necessary to make these periodic payments and payments on remaining unavoidable state obligations related to the elimination of programs for state departments whose appropriation authority has been reduced or eliminated due to budgetary reductions. This bill would take effect immediately as an urgency statute.

Vote: <sup>2</sup>/<sub>3</sub>. Appropriation: yes. Fiscal committee: yes. State-mandated local program: no.

The people of the State of California do enact as follows:

- 1 SECTION 1. Notwithstanding Section 13340 of the
- 2 Government Code or any other provision of law, in order to
- 3 account for certain budgetary reductions, the amounts necessary
- 4 to make the following payments on behalf of the state are hereby

**SB** 11 **—2—** 

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appropriated without regard to fiscal year from any fund source that is legally available for that purpose, upon certification by the Department of Finance to the State Controller that funds are 4 available from that source to be expended for that purpose:

- (a) Periodic payments on long-term rentals (12 months or more), lease purchase financing, long-term leases, lease-to-own programs, vendor financing, or any other financing or lease obligations.
- (b) Payments on remaining unavoidable state obligations 10 related to the elimination of programs, such as payroll and certain contractual operating expenses, for those departments whose appropriation authority for the 2002–03 or 2003–04 fiscal year has been reduced or eliminated.
  - SEC. 2. The appropriation authorized by Section 1 of this act is available for payment of an obligation only if the Department of Finance determines that the appropriation from which that obligation ordinarily would be paid is unavailable or insufficient to make the payments. Within 45 days after the end of each fiscal year quarter in which any payment is made pursuant to this act, the Department of Finance shall report the amounts appropriated pursuant to this act to the Chair of the Joint Legislative Budget Committee, and to the Chair and Vice Chair of the committee in each house that considers the budget.
  - SEC. 3. This act is an urgency statute necessary for the immediate preservation of the public peace, health, or safety within the meaning of Article IV of the Constitution and shall go into immediate effect. The facts constituting the necessity are:

In order that changes made to the Budget Act of 2002 through extraordinary session legislation may be implemented at the earliest possible time, it is necessary for this act to take effect immediately.